

City Council Regular Business Meeting Agenda Bill

MEETING DATE: August 27, 2019 **ESTIMATED TIME:** 10 Minutes

AGENDA ITEM: (8:40 PM) Wyatt/Madison Roundabout Project Right-of-Way and Temporary Construction Easement Acquisition - Public Works,

STRATEGIC PRIORITY: Reliable Infrastructure and Connected Mobility

PRIORITY BASED BUDGETING PROGRAM:

AGENDA CATEGORY: Contract PROPOSED BY: Public Works

RECOMMENDED MOTION:

I move to forward for approval with the September 10, 2019 Consent Agenda authorization for the City Manager and the Public Works Director to negotiate and execute all agreements needed to purchase easements or right-of-way necessary for the Wyatt/Madison Roundabout Project up to a total amount of \$180,000.

SUMMARY:

Public Works Department staff requests that the City Council authorize the City Manager and the Public Works Director to negotiate and execute all agreements needed to purchase easements or right-of-way necessary for the Wyatt/Madison Roundabout Project up to a total amount of \$180,000.

FISCAL IMPACT:	
Amount:	\$180,000
Ongoing Cost:	
One-Time Cost:	\$180,000
Included in Current Budget?	Yes

BACKGROUND:

The Public Works Department staff have negotiated an agreement with the private property owners at the southwest corner of Wyatt and Madison Avenues for permanent and temporary easements that will facilitate the construction of the Wyatt/Madison roundabout and the Wyatt Ave sidewalk construction. There are two permanent easements along the Wyatt Way frontage for sidewalk improvements, and three temporary construction easements ("TCEs") that will facilitate construction and material storage.

Also included in the packet is an evaluation of the \$180,000 value of the permanent and temporary easements, provided by the City's right-of-way consultant, Contract Land Staff LLC (CLS). CLS concluded that the value of the easements (considered an administrative settlement in lieu of condemnation) was appropriate given the value of the private property, the value of the property owner's continued administrative involvement in the process, and the potential costs associated with a condemnation proceeding.

ATTACHMENTS:

ROW Easement Agreement - MARE - Parcel No. 272502-4-184-2004

ROW Easement Agreement - MARE - Parcel No. 272502-4-185-2003

TCE - MARE - Parcel No. 272502-4-009-2007

TCE - MARE - Parcel No. 272502-4-184-2004

TCE - MARE - Parcel No. 272502-4-185-2003

Memorandum - CLS Evaluation

FISCAL DETAILS: The 2019-20 Adopted Project Budget total is \$3,850,000 (\$3,700,000 in the General Fund and \$150,000 in the Water Utility Fund). Project spending to date totals \$810,000 (\$780,000 in the general fund and \$30,000 in Water) with \$3,040,000 remaining.

Fund Name(s): General Fund

Coding:

AFTER RECORDING, PLEASE RETURN TO:

Kelly Jahraus Deputy City Clerk City of Bainbridge Island 280 Madison Avenue North Bainbridge Island, WA 98110

RIGHT-OF-WAY EASEMENT AGREEMENT

Reference Number(s) of Documents Assigned

or Released: N/A

Grantor(s): Madison Avenue Real Estate LLC.

Grantee: City of Bainbridge Island, a Washington State municipal

corporation

Short Legal Description: Ptn NE ¼, SE ¼, Sec. 27, T.25N., R.2E., W.M., Kitsap County,

WA, daf: Beg 20ft S & 20ft W of NE Cor of NE ¼, SE ¼; Th W 267ft; Th S 82ft; Th E 247ft; Th SE to a pt 102ft S of POB; Th N

to POB

Assessor's Property Tax

Parcel/Account Number(s): 272502-4-184-2004

THIS RIGHT-OF-WAY EASEMENT AGREEMENT ("Agreement") is made by and between Madison Avenue Real Estate LLC. ("Grantor") and the City of Bainbridge Island, a Washington State municipal corporation ("Grantee"). The Grantor and the Grantee (the "Parties") agree as follows:

- 1. <u>Grantor's Real Property</u>. The Grantor is the fee owner of the real property which is legally described on **Exhibit A**, attached hereto and incorporated herein by this reference ("Grantor's Real Property").
- 2. <u>Grant of Perpetual Right-of-Way Easement</u>. The Grantor, for valuable consideration, the receipt of which is hereby acknowledged, conveys and warrants to the Grantee, its successors, and assigns, a perpetual, nonexclusive right-of-way easement ("Right-of-Way Easement") under, over, through, and across the portion of the Grantor's Real Property legally described on **Exhibit B** and depicted on **Exhibit D**, both of which are attached hereto and incorporated herein ("Right-of-Way Easement Area").
- 3. <u>Grant of Access and Maintenance Easement</u>. The Grantor, for valuable consideration, the receipt of which is hereby acknowledged, conveys and warrants to the Grantee, its successors, and assigns, a perpetual, nonexclusive access and maintenance easement ("Maintenance Easement") under, over, through, and across the portion of the Grantor's Real Property legally described on **Exhibit C**, attached hereto and incorporated herein ("Maintenance Easement Area"), and depicted on **Exhibit D**.
- 4. <u>Purpose</u>. The Right-of-Way Easement and the Maintenance Easement are conveyed, for the benefit and use of the Grantee and the general public, for the purpose of the construction, development, installation, operation, maintenance, repair, replacement, removal, or use of certain Facilities. For the purposes of this Agreement, "Facilities" shall include: (i) a roadway; (ii) utility facilities; and (iii) other reasonable and appropriate uses appurtenant to a municipal roadway and utility installation and use, including, without limitation, sidewalks, curbs, gutters, pipes, pumps, and wires.
- 5. <u>Access</u>. The Grantee shall have the right, without prior institution of any suit or proceeding at law, to enter upon the Right-of-Way Easement Area and the Maintenance Easement Area as necessary for the construction, development, installation, operation, maintenance, repair, replacement, removal, or use of any Facilities.
- 6. <u>Restoration</u>. If the surface of the Right-of-Way Easement Area or the Maintenance Easement Area is disturbed by the Grantee's construction, development, installation, operation, maintenance, repair, replacement, removal, or use of any Facilities, then the Grantee shall restore the surface of the same as nearly as possible to the condition in which it existed at the commencement of the Grantee's work.
- 7. <u>Reservation of Rights</u>. All rights, title, and interest, which may be used and enjoyed without interfering with the Right-of-Way Easement and the Maintenance Easement, are reserved to the Grantor. The construction, installation, maintenance, or repair, after the date of

this Agreement, of structures of a permanent nature, which interfere with the operation of any Facilities, shall be deemed an encroachment upon the Grantee's easement rights, and the Grantor shall be obligated to remove the encroachments at the Grantor's expense.

- 8. <u>Protection of Facilities</u>. The Grantor covenants that no digging, tunneling, or other form of construction activity shall be done on the Grantor's Real Property, the Right-of-Way Easement Area, or the Maintenance Easement Area that would disturb, damage, unearth, or undermine any of the Facilities, or endanger the lateral support to any of the Facilities.
- 9. <u>Indemnity</u>. By accepting and recording this Agreement, the Grantee agrees to indemnify and hold harmless the Grantor from any and all claims for injuries or damages suffered by any person or property which may be caused by the Grantee's exercise of the rights granted herein; provided, that the Grantee shall not be responsible to the Grantor for any injuries or damages suffered by any person or property caused by the acts or omissions of the Grantor or their agents.
- 10. <u>Binding Effect</u>. This Agreement and the rights and obligations under this Agreement are intended to and shall run with the land and shall benefit and bind the Parties and their respective successors and assigns.
- 11. <u>Good Title</u>. The Grantor warrants that they have good title to the Grantor's Real Property and warrants the Grantee title to, and quiet enjoyment of, the Right-of-Way Easement and the Maintenance Easement conveyed in this Agreement.
- 12. <u>Complete Agreement</u>. This Agreement represents the complete agreement of the Parties regarding the matters described herein. There are no other verbal or written agreements regarding the easement rights and obligations set forth herein, except as contained in this Agreement. This Agreement may only be modified by a written document signed by the Parties.
- 13. <u>Authority</u>. Each party signing this Agreement, if on behalf of an entity, represents that they have full authority to sign this Agreement on behalf of such entity.
- 14. <u>Attorneys' Fees.</u> If either party brings any suit or other proceeding arising out of or in connection with this Agreement, the prevailing party (as determined by the court or other authority before which such suit or proceeding is commenced) shall, in addition to such other relief as may be awarded, be entitled to recover reasonable attorneys' fees and costs.

IN WITNESS WHEREOF, the undersigned have executed this Agreement as of the later of the signature dates below.

GRANTOR:	GRANTEE:
MADISON AVENUE REAL ESTATE LLC.	CITY OF BAINBRIDGE ISLAND
By:	By:
Its:	Morgan Smith, City Manager
Date:	Date:

STATE OF WASHINGTON)
COUNTY OF KITSAP) ss:)
is the person who appeared before instrument, on oath stated that s/he it as the	e satisfactory evidence that me, and said person acknowledged that s/he signed this was authorized to execute the instrument, and acknowledgedof theto be the free the uses and purposes mentioned in the instrument.
	DATED:
	NAME: (Print Name) Notary Public in and for the State of Washington. Commission Expires:
STATE OF WASHINGTON COUNTY OF KITSAP)) ss:)
appeared before me, and said perso stated that she was authorized to ex Manager of the City of Bainbridge	e satisfactory evidence that Morgan Smith is the person who in acknowledged that she signed this instrument, on oath ecute the instrument, and acknowledged it as the City Island to be the free and voluntary act of such entity for the instrument.
	DATED:
	NAME: (Print Name) Notary Public in and for the State of Washington. Commission Expires:

EXHIBIT A

LEGAL DESCRIPTION OF GRANTOR'S REAL PROPERTY

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 267 Feet;

Thence South 82 Feet;

Thence East 247 Feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads;

AND EXCEPT that portion described as follows:

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 Feet;

Thence South 82 Feet;

Thence East 130 Feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXHIBIT B

LEGAL DESCRIPTION OF RIGHT-OF-WAY EASEMENT AREA

The northerly 10.00 feet of the following described parcel;

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 267 Feet;

Thence South 82 Feet;

Thence East 247 Feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads;

AND EXCEPT that portion described as follows:

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 Feet;

Thence South 82 Feet;

Thence East 130 Feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXHIBIT C

LEGAL DESCRIPTION OF MAINTENANCE EASEMENT AREA

The northerly 10.00 feet of the following described parcel;

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 267 Feet:

Thence South 82 Feet;

Thence East 247 Feet;

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AND EXCEPT that portion described as follows:

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

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Thence South 82 Feet;

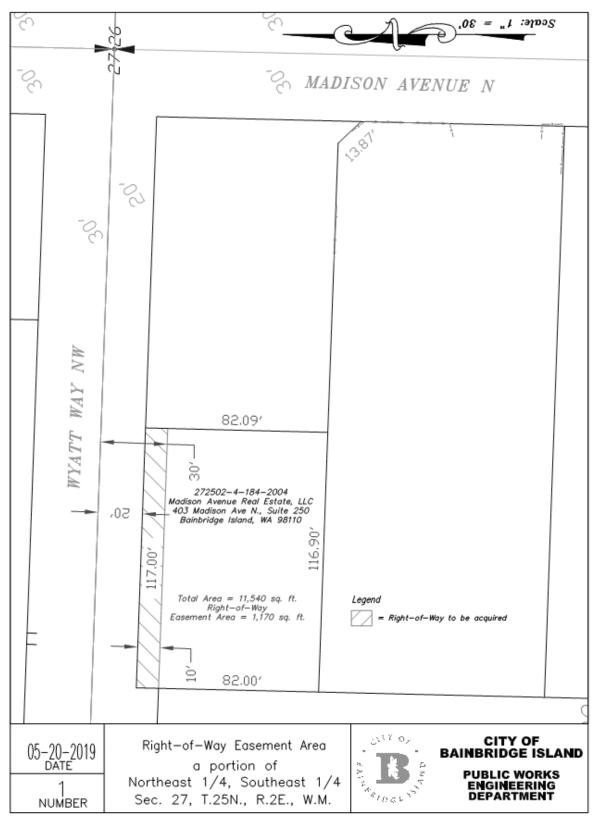
Thence East 130 Feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXHIBIT D

(attached)



Page 10 of 10

AFTER RECORDING, PLEASE RETURN TO:

Kelly Jahraus Deputy City Clerk City of Bainbridge Island 280 Madison Avenue North Bainbridge Island, WA 98110

RIGHT-OF-WAY EASEMENT AGREEMENT

Reference Number(s) of Documents Assigned

or Released: N/A

Grantor(s): Madison Avenue Real Estate LLC.

Grantee: City of Bainbridge Island, a Washington State municipal

corporation

Short Legal Description: Ptn NE ¼, SE ¼, Sec. 27, T.25N., R.2E., W.M., Kitsap County,

WA, daf: Beg 20ft S & 20ft W of NE Cor of NE ¼, SE ¼; Th W 150ft; Th S 82ft; Th E 130ft; Th SE to a pt 102ft S of POB; Th N

to POB

City of Bainbridge Island, Kitsap County, Washington,

(Complete legal description on Exhibit A)

Assessor's Property Tax

Parcel/Account Number(s): 272502-4-185-2003

THIS RIGHT-OF-WAY EASEMENT AGREEMENT ("Agreement") is made by and between Madison Avenue Real Estate LLC. ("Grantor") and the City of Bainbridge Island, a Washington State municipal corporation ("Grantee"). The Grantor and the Grantee (the "Parties") agree as follows:

- 1. <u>Grantor's Real Property</u>. The Grantor is the fee owner of the real property which is legally described on **Exhibit A**, attached hereto and incorporated herein by this reference ("Grantor's Real Property").
- 2. <u>Grant of Perpetual Right-of-Way Easement</u>. The Grantor, for valuable consideration, the receipt of which is hereby acknowledged, conveys and warrants to the Grantee, its successors, and assigns, a perpetual, nonexclusive right-of-way easement ("Right-of-Way Easement") under, over, through, and across the portion of the Grantor's Real Property legally described on **Exhibit B** and depicted on **Exhibit D**, both of which are attached hereto and incorporated herein ("Right-of-Way Easement Area").
- 3. <u>Grant of Access and Maintenance Easement</u>. The Grantor, for valuable consideration, the receipt of which is hereby acknowledged, conveys and warrants to the Grantee, its successors, and assigns, a perpetual, nonexclusive access and maintenance easement ("Maintenance Easement") under, over, through, and across the portion of the Grantor's Real Property legally described on **Exhibit C**, attached hereto and incorporated herein ("Maintenance Easement Area"), and depicted on **Exhibit D**.
- 4. <u>Purpose</u>. The Right-of-Way Easement and the Maintenance Easement are conveyed, for the benefit and use of the Grantee and the general public, for the purpose of the construction, development, installation, operation, maintenance, repair, replacement, removal, or use of certain Facilities. For the purposes of this Agreement, "Facilities" shall include: (i) a roadway; (ii) utility facilities; and (iii) other reasonable and appropriate uses appurtenant to a municipal roadway and utility installation and use, including, without limitation, sidewalks, curbs, gutters, pipes, pumps, and wires.
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- 6. <u>Restoration</u>. If the surface of the Right-of-Way Easement Area or the Maintenance Easement Area is disturbed by the Grantee's construction, development, installation, operation, maintenance, repair, replacement, removal, or use of any Facilities, then the Grantee shall restore the surface of the same as nearly as possible to the condition in which it existed at the commencement of the Grantee's work.
- 7. <u>Reservation of Rights</u>. All rights, title, and interest, which may be used and enjoyed without interfering with the Right-of-Way Easement and the Maintenance Easement, are reserved to the Grantor. The construction, installation, maintenance, or repair, after the date of

this Agreement, of structures of a permanent nature, which interfere with the operation of any Facilities, shall be deemed an encroachment upon the Grantee's easement rights, and the Grantor shall be obligated to remove the encroachments at the Grantor's expense.

- 8. <u>Protection of Facilities</u>. The Grantor covenants that no digging, tunneling, or other form of construction activity shall be done on the Grantor's Real Property, the Right-of-Way Easement Area, or the Maintenance Easement Area that would disturb, damage, unearth, or undermine any of the Facilities, or endanger the lateral support to any of the Facilities.
- 9. <u>Indemnity</u>. By accepting and recording this Agreement, the Grantee agrees to indemnify and hold harmless the Grantor from any and all claims for injuries or damages suffered by any person or property which may be caused by the Grantee's exercise of the rights granted herein; provided, that the Grantee shall not be responsible to the Grantor for any injuries or damages suffered by any person or property caused by the acts or omissions of the Grantor or their agents.
- 10. <u>Binding Effect</u>. This Agreement and the rights and obligations under this Agreement are intended to and shall run with the land and shall benefit and bind the Parties and their respective successors and assigns.
- 11. <u>Good Title</u>. The Grantor warrants that they have good title to the Grantor's Real Property and warrants the Grantee title to, and quiet enjoyment of, the Right-of-Way Easement and the Maintenance Easement conveyed in this Agreement.
- 12. <u>Complete Agreement</u>. This Agreement represents the complete agreement of the Parties regarding the matters described herein. There are no other verbal or written agreements regarding the easement rights and obligations set forth herein, except as contained in this Agreement. This Agreement may only be modified by a written document signed by the Parties.
- 13. <u>Authority</u>. Each party signing this Agreement, if on behalf of an entity, represents that they have full authority to sign this Agreement on behalf of such entity.
- 14. <u>Attorneys' Fees.</u> If either party brings any suit or other proceeding arising out of or in connection with this Agreement, the prevailing party (as determined by the court or other authority before which such suit or proceeding is commenced) shall, in addition to such other relief as may be awarded, be entitled to recover reasonable attorneys' fees and costs.

IN WITNESS WHEREOF, the undersigned have executed this Agreement as of the later of the signature dates below.

GRANTOR:	GRANTEE:
MADISON AVENUE REAL ESTATE LLC.	CITY OF BAINBRIDGE ISLAND
By:	By:
Its:	Morgan Smith, City Manager
Date:	Date:

STATE OF WASHINGTON	
COUNTY OF KITSAP) ss:)
is the person who appeared before minstrument, on oath stated that s/he w	satisfactory evidence that
	DATED:
	NAME:
STATE OF WASHINGTON)) ss:
COUNTY OF KITSAP)
appeared before me, and said person stated that she was authorized to exe Manager of the City of Bainbridge Is	satisfactory evidence that Morgan Smith is the person who a acknowledged that she signed this instrument, on oath ecute the instrument, and acknowledged it as the City sland to be the free and voluntary act of such entity for the instrument.
	DATED:
	NAME:(Print Name)
	Notary Public in and for the State of Washington. Commission Expires:

EXHIBIT A

LEGAL DESCRIPTION OF GRANTOR'S REAL PROPERTY

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 feet;

Thence South 82 feet;

Thence East 130 feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads;

EXCEPT for that portion conveyed to the City of Bainbridge Island for right of way under Auditor's File No. 3217711, records of Kitsap County, Washington, described as follows: The East 10 feet of the above described property.

EXHIBIT B

LEGAL DESCRIPTION OF RIGHT-OF-WAY EASEMENT AREA

A portion of the following described parcel;

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 feet:

Thence South 82 feet;

Thence East 130 feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads;

EXCEPT for that portion conveyed to the City of Bainbridge Island for right of way under Auditor's File No. 3217711, records of Kitsap County, Washington, described as follows: The east 10 feet of the above described property.

Described as follows;

Commencing at the northeast corner of the above described parcel and the True Point of Beginning;

Thence West 140.00 feet;

Thence South 4.00 feet:

Thence easterly parallel to the north line of the above described parcel 67.00 feet;

Thence South 81°32'09" East 51.44 feet;

Thence southeasterly along a tangent curve to the right, having a radius of 25.00 feet, through a central angle of 82°57'57", an arc distance of 36.20 feet to the easterly property line of the above described parcel and the westerly right-of-way of Madison Avenue N;

Thence northerly along said property line 34.28 feet to the True Point of Beginning.

EXHIBIT C

LEGAL DESCRIPTION OF MAINTENANCE EASEMENT AREA

A portion of the following described parcel;

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 feet:

Thence South 82 feet:

Thence East 130 feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads;

EXCEPT for that portion conveyed to the City of Bainbridge Island for right of way under Auditor's File No. 3217711, records of Kitsap County, Washington, described as follows: The east 10 feet of the above described property.

Described as follows:

Commencing at the northeast corner of the above described parcel and the True Point of Beginning;

Thence West 140.00 feet;

Thence South 4.00 feet;

Thence easterly parallel to the north line of the above described parcel 67.00 feet;

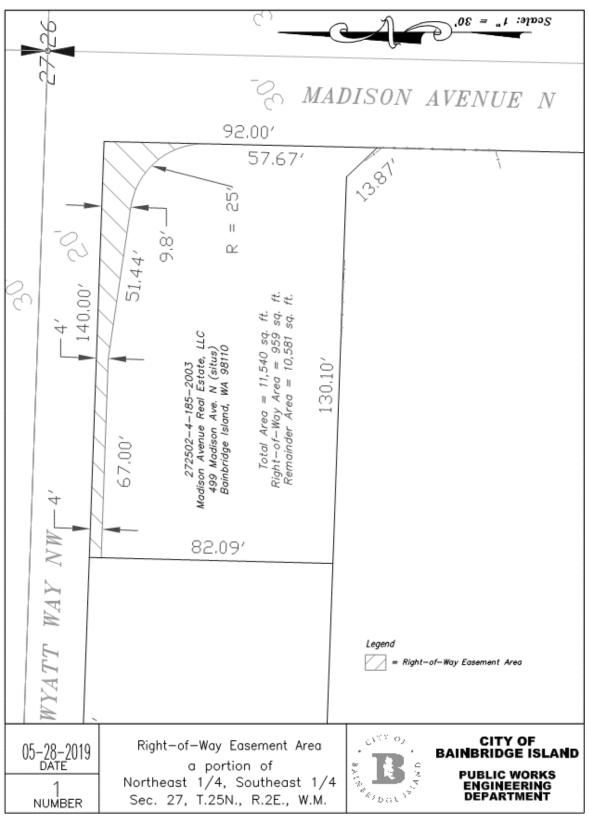
Thence South 81°32'09" East 51.44 feet:

Thence southeasterly along a tangent curve to the right, having a radius of 25.00 feet, through a central angle of 82°57′57″, an arc distance of 36.20 feet to the easterly property line of the above described parcel and the westerly right-of-way of Madison Avenue N;

Thence northerly along said property line 34.28 feet to the True Point of Beginning.

EXHIBIT D

(attached)



Page 10 of 10

AFTER RECORDING RETURN TO:

Kelly Jahraus Deputy City Clerk City of Bainbridge Island 280 Madison Avenue N. Bainbridge Island, WA 98110

TEMPORARY CONSTRUCTION EASEMENT AGREEMENT

Reference Number(s) of Documents Assigned

or Released: N/A

Grantor(s): Madison Avenue Real Estate LLC, a Washington State limited

liability company

Grantee: City of Bainbridge Island, a Washington State municipal

corporation

Short Legal Description: [_____]

City of Bainbridge Island, Kitsap County, Washington,

(Complete legal description on Exhibit A)

Assessor's Property Tax

Parcel/Account Number(s): 272502-4-009-2007

TEMPORARY CONSTRUCTION EASEMENT AGREEMENT

IN THE MATTER OF: CITY OF BAINBRIDGE ISLAND

WYATT WAY RECONSTRUCTION PROJECT

THIS TEMPORARY CONSTRUCTION EASEMENT AGREEMENT ("Agreement") is made by and between the City of Bainbridge Island, a Washington State municipal corporation, ("Grantee") and Madison Avenue Real Estate LLC, a Washington State limited liability company ("Grantor"). The Grantor and the Grantee (the "Parties") agree as follows:

- 1. <u>Grantor's Real Property</u>. The Grantor is the fee owner of the real property legally described on **Exhibit A**, attached hereto and incorporated herein by this reference ("Grantor's Real Property").
- 2. <u>Grant of Temporary Construction Easement</u>. The Grantor, for valuable consideration, the receipt of which is hereby acknowledged, grants to the Grantee a nonexclusive temporary easement ("Temporary Construction Easement") to use, modify, and/or occupy the portion of Grantor's Real Property legally described on **Exhibit B** and depicted on **Exhibit C**, both of which are attached hereto and incorporated herein ("Temporary Construction Easement Area").
- 3. <u>Purpose</u>. The Temporary Construction Easement is granted to the City to allow the City to complete the City's Wyatt Way Reconstruction Project, which consists of, but is not limited to, the following work:
 - a. Complete sidewalk and bicycle facilities on both sides of the street from Madison to Loyell:
 - b. Reconstruction of roadway surfacing and drainage improvements; and
 - c. Utility maintenance, improvements, and upgrades.
- 4. <u>Duration</u>. This Agreement shall take effect upon execution by both Parties. The Temporary Construction Easement granted under this Agreement shall remain in full force and effect until completion of the City's Wyatt Way Reconstruction Project, at which point the Temporary Construction Easement shall expire and no longer be in force or effect. For the purposes of this Agreement, completion of the City's Wyatt Way Reconstruction Project shall occur on the date of the City's final acceptance of the work performed by the contractor hired by the City to construct the project.
- 5. <u>Indemnity</u>. By executing this Agreement, the Grantee agrees to indemnify and hold harmless the Grantor from any and all claims for injuries or damages suffered by any person or property which may be caused by the Grantee's exercise of the rights granted herein; provided, that the Grantee shall not be responsible to the Grantor for any injuries or damages suffered by any person or property caused by the acts or omissions of the Grantor or their agents.

- 6. Restoration. If the surface of the Temporary Construction Easement Area is disturbed by the Grantee in completing the Wyatt Way Reconstruction Project, then the Grantee shall restore the surface of the same as nearly as possible to the condition in which it existed at the commencement of the Grantee's work. Provided, that the City shall have no obligation to restore any portion of the Temporary Construction Easement Area in which the City constructed any improvement and had the legal right to construct such improvement.
- 7. Access. The Grantee shall have the right, without prior institution of any suit or proceeding at law, to enter upon the Temporary Construction Easement Area as necessary to complete the Wyatt Way Reconstruction Project.
- 8. <u>Reservation of Rights</u>. All rights, title, and interest, which may be used and enjoyed without interfering with the Temporary Construction Easement are reserved to the Grantor.
- 9. <u>Good Title</u>. The Grantor warrants that they have good title to the Grantor's Real Property and warrants the Grantee title to, and quiet enjoyment of, the Temporary Construction Easement for the duration of this Agreement.
- 10. <u>Authority</u>. Each party signing this Agreement, if on behalf of an entity, represents that they have full authority to sign this Agreement on behalf of such entity.

IN WITNESS WHEREOF, the undersigned have executed this Agreement as of the later of the signature dates below.

Date:		Date:		
By:		By:		
GRAN	TOP	Chris	Wierzbicki, Director of Public Works	
OKAIV	IOR		f Bainbridge Island	

STATE OF WASHINGTON)	
COUNTY OF KITSAP) ss	: -
instrument, on oath stated that s/he was	sfactory evidence that and said person acknowledged that s/he signed this authorized to execute the instrument, and acknowledged of the to be the free uses and purposes mentioned in the instrument.
	DATED:
	NAME:
	(Print Name)
	Notary Public in and for the State of Washington. Commission Expires:
STATE OF WASHINGTON)) ss COUNTY OF KITSAP)	
	sfactory evidence that Chris Wierzbicki is the person who
that he was authorized to execute the ins	knowledged that he signed this instrument, on oath stated strument, and acknowledged it as the Public Works d to be the free and voluntary act of such entity for the rument.
	DATED:
	NAME:
	(Print Name) Notary Public in and for the State of Washington. Commission Expires:

EXHIBIT A LEGAL DESCRIPTION OF GRANTOR'S REAL PROPERTY

272502-4-009-2007

481 Madison Ave. N (situs) Bainbridge Island, WA 98110

That portion of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M., Kitsap County, Washington, described as follows:

Beginning 102 feet South and 287 feet West of the northeast corner of said subdivision;

Thence East 247 feet;

Thence Southeasterly to a point which is 122 feet South and 20 feet West of the northeast corner of said subdivision;

Thence South 0°40' East 81.62 feet, more or less, to a point which is 203.62 feet South and 20 feet West of the northeast corner of said subdivision;

Thence North 89°22'42 West 267 feet;

Thence North 0°40' West 101.62 feet, more or less, to Point of Beginning;

EXCEPT for the East ten feet of the above described property as deeded for right-of-way per Auditor's File No. 3125295, records of Kitsap County, Washington;

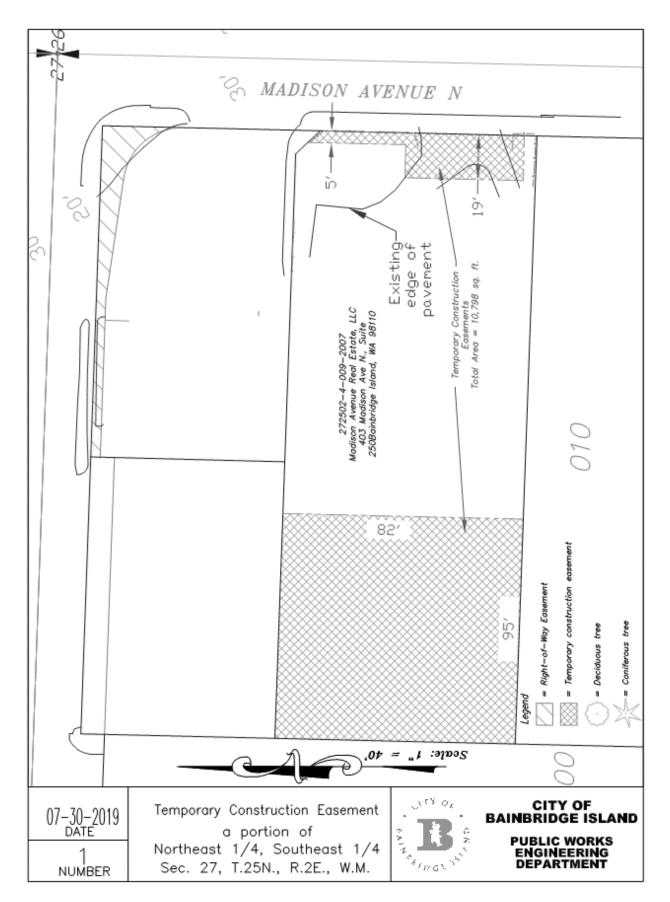
EXCEPT Madison Avenue North

EXHIBIT B LEGAL DESCRIPTION OF TEMPORARY CONSTRUCTION EASEMENT AREA



EXHIBIT C SKETCH OF TEMPORARY CONSTRUCTION EASMENT AREA (attached)





30

AFTER RECORDING RETURN TO:

Kelly Jahraus Deputy City Clerk City of Bainbridge Island 280 Madison Avenue N. Bainbridge Island, WA 98110

TEMPORARY CONSTRUCTION EASEMENT AGREEMENT

Reference Number(s) of Documents Assigned

or Released: N/A

Grantor(s): Madison Avenue Real Estate LLC, a Washington State limited

liability company

Grantee: City of Bainbridge Island, a Washington State municipal

corporation

Short Legal Description: Ptn NE ¼, SE ¼, Sec. 27, T.25N., R.2E., W.M., Kitsap County,

WA, daf: Beg 20ft S & 20ft W of NE Cor of NE ¼, SE ¼; Th W 267ft; Th S 82ft; Th E 247ft; Th SE to a pt 102ft S of POB; Th N

to POB

City of Bainbridge Island, Kitsap County, Washington,

(Complete legal description on Exhibit A)

Assessor's Property Tax

Parcel/Account Number(s): 272502-4-184-2004

TEMPORARY CONSTRUCTION EASEMENT AGREEMENT

IN THE MATTER OF: CITY OF BAINBRIDGE ISLAND

WYATT WAY RECONSTRUCTION PROJECT

THIS TEMPORARY CONSTRUCTION EASEMENT AGREEMENT ("Agreement") is made by and between the City of Bainbridge Island, a Washington State municipal corporation, ("Grantee") and Madison Avenue Real Estate LLC, a Washington State limited liability company ("Grantor"). The Grantor and the Grantee (the "Parties") agree as follows:

- 1. <u>Grantor's Real Property</u>. The Grantor is the fee owner of the real property legally described on **Exhibit A**, attached hereto and incorporated herein by this reference ("Grantor's Real Property").
- 2. <u>Grant of Temporary Construction Easement</u>. The Grantor, for valuable consideration, the receipt of which is hereby acknowledged, grants to the Grantee a nonexclusive temporary easement ("Temporary Construction Easement") to use, modify, and/or occupy the portion of Grantor's Real Property legally described on **Exhibit B** and depicted on **Exhibit C**, both of which are attached hereto and incorporated herein ("Temporary Construction Easement Area").
- 3. <u>Purpose</u>. The Temporary Construction Easement is granted to the City to allow the City to complete the City's Wyatt Way Reconstruction Project, which consists of, but is not limited to, the following work:
 - a. Complete sidewalk and bicycle facilities on both sides of the street from Madison to Loyell:
 - b. Reconstruction of roadway surfacing and drainage improvements; and
 - c. Utility maintenance, improvements, and upgrades.
- 4. <u>Duration</u>. This Agreement shall take effect upon execution by both Parties. The Temporary Construction Easement granted under this Agreement shall remain in full force and effect until completion of the City's Wyatt Way Reconstruction Project, at which point the Temporary Construction Easement shall expire and no longer be in force or effect. For the purposes of this Agreement, completion of the City's Wyatt Way Reconstruction Project shall occur on the date of the City's final acceptance of the work performed by the contractor hired by the City to construct the project.
- 5. <u>Indemnity</u>. By executing this Agreement, the Grantee agrees to indemnify and hold harmless the Grantor from any and all claims for injuries or damages suffered by any person or property which may be caused by the Grantee's exercise of the rights granted herein; provided, that the Grantee shall not be responsible to the Grantor for any injuries or damages suffered by any person or property caused by the acts or omissions of the Grantor or their agents.

- 6. Restoration. If the surface of the Temporary Construction Easement Area is disturbed by the Grantee in completing the Wyatt Way Reconstruction Project, then the Grantee shall restore the surface of the same as nearly as possible to the condition in which it existed at the commencement of the Grantee's work. Provided, that the City shall have no obligation to restore any portion of the Temporary Construction Easement Area in which the City constructed any improvement and had the legal right to construct such improvement.
- 7. Access. The Grantee shall have the right, without prior institution of any suit or proceeding at law, to enter upon the Temporary Construction Easement Area as necessary to complete the Wyatt Way Reconstruction Project.
- 8. <u>Reservation of Rights</u>. All rights, title, and interest, which may be used and enjoyed without interfering with the Temporary Construction Easement are reserved to the Grantor.
- 9. <u>Good Title</u>. The Grantor warrants that they have good title to the Grantor's Real Property and warrants the Grantee title to, and quiet enjoyment of, the Temporary Construction Easement for the duration of this Agreement.
- 10. <u>Authority</u>. Each party signing this Agreement, if on behalf of an entity, represents that they have full authority to sign this Agreement on behalf of such entity.

IN WITNESS WHEREOF, the undersigned have executed this Agreement as of the later of the signature dates below.

Date:		Date:		
By:		By:		
GRAN	TOP	Chris	Wierzbicki, Director of Public Works	
OKAIV	IOR		f Bainbridge Island	

STATE OF WASHINGTON)
COUNTY OF KITSAP) ss:)
instrument, on oath stated that s/he it as the	me, and said person acknowledged that s/he signed this was authorized to execute the instrument, and acknowledged
	DATED:
	NAME:
	(Print Name)
	Notary Public in and for the State of Washington. Commission Expires:
STATE OF WASHINGTON COUNTY OF KITSAP)) ss:
appeared before me, and said person that he was authorized to execute the	e satisfactory evidence that Chris Wierzbicki is the person who in acknowledged that he signed this instrument, on oath stated ne instrument, and acknowledged it as the Public Works Island to be the free and voluntary act of such entity for the einstrument.
	DATED:
	NAME.
	NAME: (Print Name)
	Notary Public in and for the State of Washington. Commission Expires:

EXHIBIT A LEGAL DESCRIPTION OF GRANTOR'S REAL PROPERTY

272502-4-184-2004

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 267 feet;

Thence South 82 feet;

Thence East 247 feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads:

AND EXCEPT that portion described as follows:

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 feet;

Thence South 82 feet;

Thence East 130 feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

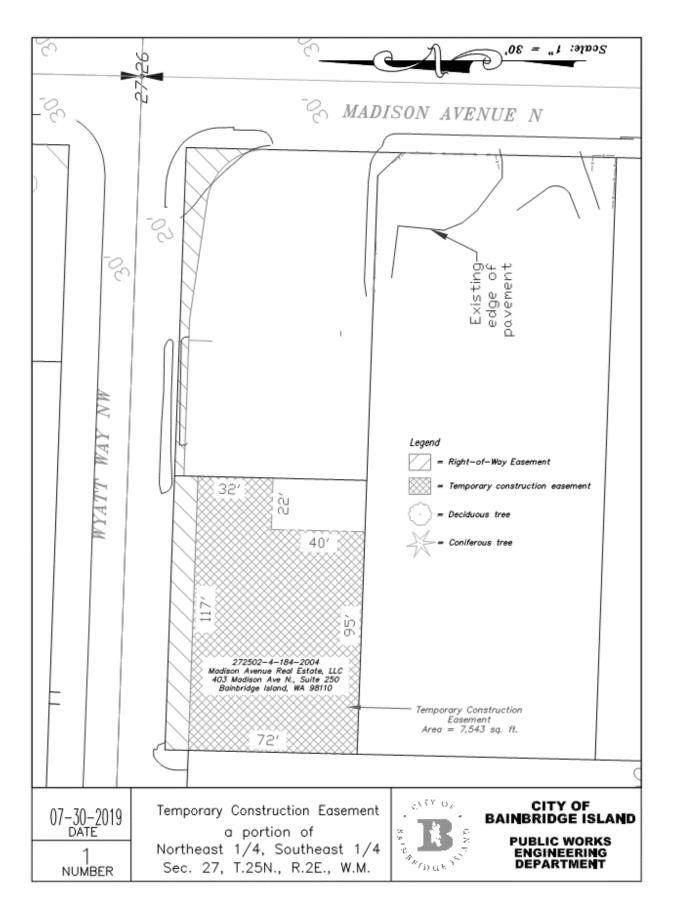
Thence North to the Point of Beginning;

EXHIBIT B LEGAL DESCRIPTION OF TEMPORARY CONSTRUCTION EASEMENT AREA



EXHIBIT C SKETCH OF TEMPORARY CONSTRUCTION EASMENT AREA (attached)





AFTER RECORDING RETURN TO:

Kelly Jahraus Deputy City Clerk City of Bainbridge Island 280 Madison Avenue N. Bainbridge Island, WA 98110

TEMPORARY CONSTRUCTION EASEMENT AGREEMENT

Reference Number(s) of Documents Assigned

or Released: N/A

Grantor(s): Madison Avenue Real Estate LLC, a Washington State limited

liability company

Grantee: City of Bainbridge Island, a Washington State municipal

corporation

Short Legal Description: Ptn NE ¼, SE ¼, Sec. 27, T.25N., R.2E., W.M., Kitsap County,

WA, daf: Beg 20ft S & 20ft W of NE Cor of NE ¼, SE ¼; Th W 150ft; Th S 82ft; Th E 130ft; Th SE to a pt 102ft S of POB; Th N

to POB

City of Bainbridge Island, Kitsap County, Washington,

(Complete legal description on Exhibit A)

Assessor's Property Tax

Parcel/Account Number(s): 272502-4-185-2003

TEMPORARY CONSTRUCTION EASEMENT AGREEMENT

IN THE MATTER OF: CITY OF BAINBRIDGE ISLAND

WYATT WAY RECONSTRUCTION PROJECT

THIS TEMPORARY CONSTRUCTION EASEMENT AGREEMENT ("Agreement") is made by and between the City of Bainbridge Island, a Washington State municipal corporation, ("Grantee") and Madison Avenue Real Estate LLC, a Washington State limited liability company ("Grantor"). The Grantor and the Grantee (the "Parties") agree as follows:

- 1. <u>Grantor's Real Property</u>. The Grantor is the fee owner of the real property legally described on **Exhibit A**, attached hereto and incorporated herein by this reference ("Grantor's Real Property").
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- 3. <u>Purpose</u>. The Temporary Construction Easement is granted to the City to allow the City to complete the City's Wyatt Way Reconstruction Project, which consists of, but is not limited to, the following work:
 - a. Complete sidewalk and bicycle facilities on both sides of the street from Madison to Loyell:
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- 5. <u>Indemnity</u>. By executing this Agreement, the Grantee agrees to indemnify and hold harmless the Grantor from any and all claims for injuries or damages suffered by any person or property which may be caused by the Grantee's exercise of the rights granted herein; provided, that the Grantee shall not be responsible to the Grantor for any injuries or damages suffered by any person or property caused by the acts or omissions of the Grantor or their agents.

- 6. <u>Restoration</u>. If the surface of the Temporary Construction Easement Area is disturbed by the Grantee in completing the Wyatt Way Reconstruction Project, then the Grantee shall restore the surface of the same as nearly as possible to the condition in which it existed at the commencement of the Grantee's work. Provided, that the City shall have no obligation to restore any portion of the Temporary Construction Easement Area in which the City constructed any improvement and had the legal right to construct such improvement.
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- 10. <u>Authority</u>. Each party signing this Agreement, if on behalf of an entity, represents that they have full authority to sign this Agreement on behalf of such entity.

IN WITNESS WHEREOF, the undersigned have executed this Agreement as of the later of the signature dates below.

Date:		Date:		
By:		By:		
GRAN	TOR	Chris V	Wierzbicki, Director of Public Works	
Olani	IOK		f Bainbridge Island	

STATE OF WASHINGTON)
COUNTY OF KITSAP) ss:)
instrument, on oath stated that s/he w it as the	e, and said person acknowledged that s/he signed this vas authorized to execute the instrument, and acknowledged
	DATED:
	NAME:
	(Print Name)
	Notary Public in and for the State of Washington. Commission Expires:
STATE OF WASHINGTON COUNTY OF KITSAP Legrify that I know or have s)) ss: tatisfactory evidence that Chris Wierzbicki is the person who
	acknowledged that he signed this instrument, on oath stated
	instrument, and acknowledged it as the Public Works
	and to be the free and voluntary act of such entity for the
uses and purposes mentioned in the i	nstrument.
	DATED:
	NAME.
	NAME:(Print Name)
	Notary Public in and for the State of Washington. Commission Expires:

EXHIBIT A LEGAL DESCRIPTION OF GRANTOR'S REAL PROPERTY

272502-4-185-2003

499 Madison Ave. N. Bainbridge Island, WA 98110

Beginning 20 feet south and 20 feet west of the northeast corner of the northeast quarter of the southeast quarter of Section 27, Township 25 North, Range 2 East, W.M.;

Thence West 150 feet;

Thence South 82 feet;

Thence East 130 feet;

Thence southeast to a point 102 feet south of the Point of Beginning;

Thence North to the Point of Beginning;

EXCEPT roads;

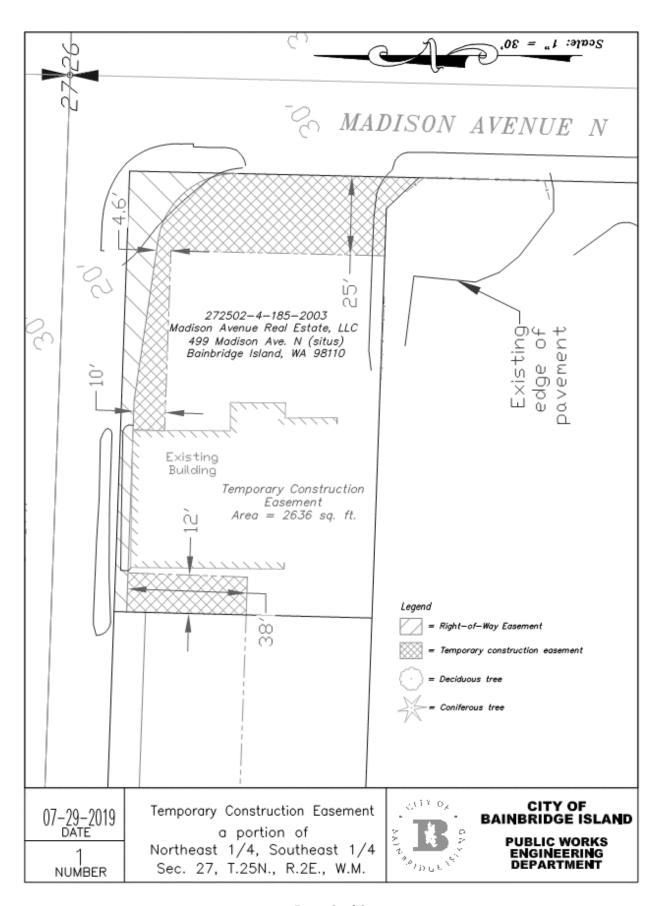
EXCEPT for that portion conveyed to the City of Bainbridge Island for right of way under Auditor's File No. 3217711, records of Kitsap County, Washington, described as follows: The east 10 feet of the above described property.

EXHIBIT B LEGAL DESCRIPTION OF TEMPORARY CONSTRUCTION EASEMENT AREA



EXHIBIT C SKETCH OF TEMPORARY CONSTRUCTION EASMENT AREA (attached)







MEMORANDUM

TO: Rob Grant, P.L.S.

City of Bainbridge Island

FROM: Faith Roland, SR/WA

DATE: August 6, 2019

SUBJECT: Administrative Settlement: Wyatt Way Improvements

Landowner: Madison Avenue Real Estate, LLC

Offer

An offer was made on July 24, 2018 to John Eisenhauer, President and Manager of Madison Avenue Real Estate, LLC for 2,130 square feet of in fee and 7,524 square feet of temporary construction easement associated with the *Wyatt Way Improvement Project*. The offer was presented in person at Mr. Eisenhauer's office in Bainbridge Island, WA.

Offer Total: \$106,000.00 (rounded)

Tax Parcel Number: 272502-4-185-2003; 272502-4-184-2004; 272502-4-009-2007

Discussion and Analysis:

Negotiations with John Eisenhauer determined Madison Avenue Real Estate is proceeding with redevelopment of the property pending design and permit approval with City of Bainbridge Island.

During negotiations with the property owner a settlement was agreed upon at a price of \$180,000.00 (rounded) and based on the following conditions:

- Convert the fee acquisition to Right-of-Way Easement and Agreement.
- Enlarge Temporary Construction Easement area 13,453 square feet for a total of 20,977 square feet of to accommodate additional construction staging.
- Construction of a new curb cut / driveway on parcel 272502-4-185-2003 to mitigate for the removal of the existing driveway on Wyatt Way nearest to Madison Street.

\$ 71,888.00 for 2,130 SF of Right-of-Way Easement @ \$33.75/SF

\$75,520.00 for 20,977 SF of Temporary Construction Easement @ \$3.60/SF

\$ 6,542.00 for Improvements impacted

\$ 26,050.00 Administrative settlement

Total: \$ 180,00.00 (Rounded)



RECOMMENDATION:

The owner's counter-offer of \$180,000.00 results in a unit price of approximately \$53 per square foot of land (fee), which is approximately a 17.5% increase from the appraised land value of \$45 per square foot. The appraisal which provided the basis for the offer references the "Effective Date of Value" as December 6, 2017. This date is approximately 20 months old and suggests the appraised value and initial offer price does not accurately reflect the current Fair Market Value of the acquisition. The settlement will allow the property owner to mitigate for perceived impacts of project construction on the existing automotive business.

The additional project temporary construction easement area will require coordination with the property owner and business owner on construction timing and associated on-site restoration. The temporary construction easement has the potential to temporarily displace up to 10 parking stalls used by the existing automotive business during on-site restoration.

In the interest of time and the resources required to pursue additional negotiations, and imminent legal action authorizing eminent domain, we recommend approval of the proposed \$180,000.00 administrative settlement, which is a \$26,050.00 increase, as supportable, reasonable and in the public's best interest.

Accepted By	Date	
Its		